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LOUISIANA COUNCIL FOR ECONOMIC EDUCATION

COMPILED FINANCIAL STATEMENTS

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FOR THE YEAR ENDED June 30, 2007

TERENCE P. BRADFORD, SR.

CERTIFIED PUBLIC ACCOUNTANT

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/2/08

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TERENCE P. BRADFORD, Sr.

Masters of Business Administration, Certified Public Accountant

1409 South Lamar St. Apt.201

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ACCOUNTANT'S REPORT

To The Board of Directors of the

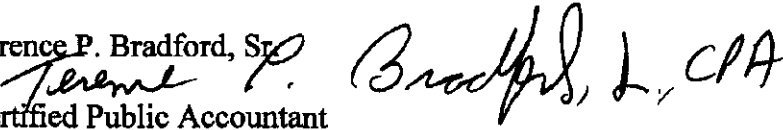
Louisiana Council For Economic Education

Baton Rouge, La.

I have compiled the accompanying statement of financial position of the Louisiana Council For Economic Education (LCEE) as of June 30, 2007, and the statements of activities, functional expenses and cash flows for the year then ended, in accordance with Statement on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the accrual basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and , accordingly, do not express an opinion or any other form of assurance on them.

In accordance with the Louisiana Government Audit Guide and the provisions of state law, I have issued a report, dated January 6, 2008 on the results of our agreed-upon procedures.

Terence P. Bradford, Sr.

Certified Public Accountant

January 6, 2008

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2007

ASSETS

Cash	\$ 1,822.00
Accounts Receivable	6,217.74
Furniture and Equipment (net of accumulated depreciation)	<u>10,305.92</u>

Total Assets	<u>\$ 18,345.66</u>
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LIABILITY

Loan Payable	\$ 23,970.48
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NET ASSETS

Unrestricted	(5,624.82)
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Total Liabilities and Net Asset	<u>\$ 18,345.66</u>
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See accompanying notes and accountants report.

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30,2007

REVENUES, AND OTHER SUPPORT	Unrestricted
Contributions	\$ 9,170.96
State Grant	74,437.00
Other Grants	7,185.00
Program Fees	7,119.05
Other Revenue	<u>9,538.57</u>
TOTAL REVENUES, AND OTHER SUPPORT	<u>107,450.58</u>
EXPENSES	
Program Services	99,573.90
Supporting Services	33,450.81
TOTAL EXPENSES	133,024.71
CHANGE IN NET ASSETS	(25,574.13)
NET ASSETS AT BEGINNING OF YEAR	19,949.31
NET ASSETS AT END OF YEAR	<u>\$ (5,624.82)</u>

See accompanying notes and accountants report.

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
 STATEMENT OF FUNCTIONAL EXPENSES
 FOR THE YEAR ENDED JUNE 30,2007

STATEMENT OF FUNCTIONAL EXPENSES

	Program Services	Supporting Services Management & General	Report Total
Salary Expense	\$ 68,428.66	\$ 6,900.00	\$ 75,328.66
Operating Expense	-	15,497.15	15,497.15
Contract Labor	3,845.00	-	3,845.00
Rent Expense	-	6,675.00	6,675.00
Depreciation	-	-	-
Miscellaneous	-	685.11	685.11
Meetings	-	217.98	217.98
Equipment	8,571.50		8,571.50
Stock Market Game	5,157.17		5,157.17
Coordinator Salary	3,000.00	-	3,000.00
Workshop Expense	7,421.17		7,421.17
Travel	3,150.40		3,150.40
Fundraising Expense	-	3,475.57	3,475.57
Total	<u>\$ 99,573.90</u>	<u>\$ 33,450.81</u>	<u>\$ 133,024.71</u>

See accompanying notes and accountants report.

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30,2007

Cash Flows from Operating Activities:

Change in net assets	\$ (25,574.13)
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Adjustments to reconcile increase in net assets
 to net cash provided by operating activities:

Depreciation	-
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Decrease in operating assets:

Accounts Receivable	2,901.00
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Prepaid Expense	-
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Increase (decrease) in operating liabilities:

Net Cash used in operating activities	4,545.82
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Cash Flows from Financing Activities:

Net Increase in Cash and Cash Equivalents	(18,127.31)
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Cash at Beginning of Year	19,949.31
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Cash at End of Year	<u>\$ 1,822.00</u>
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See accompanying notes and accountants report.

Louisiana Council for Economic Education

Notes To The Financial Statements

Note 1- Background:

Louisiana Council for Economic Education (LCEE) is a not-for-profit organization located in Baton Rouge, La. LCEE's mission is to provide teachers with easily understandable instruction in useful economic concepts and analytical tools, and improve teacher and school access to Economics America's economic education instructional materials. Results of these activities will help prepare K-12 students to meet the economic benchmarks in the Louisiana Social Studies Content Standards and to become productive members of the workforce, responsible citizens, knowledgeable consumers, prudent savers and investors, effective participants in the global economy, and competent decision makers throughout their lives.

Note 2- Summary of Significant Accounting Policies:

Income Taxes

LCEE is exempt from paying corporate income taxes under Section 501(c) (3) of the Internal Revenue Code.

Basis of Accounting

The accompanying financial statements are presented using the accrual basis of accounting.

Basis of Presentation

Financial statement presentation follows the recommendation of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No.117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, LCEE is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, LCEE considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Donated Property and Equipment

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. The assets donated to LCEE were donated without restriction.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Note 3-Furniture and Equipment

Furniture and equipment is recorded at estimated fair market value at date of donation or at cost if purchased. Depreciation is computed on the straight-line method and is based on expected useful lives ranging from three to 10 years.

Note 4-Education Grant:

The grant received from the State Department of Economic Development by LCEE provides funds for administrative, operational, and instructional services to help facilitate the planning, coordination, and performance of statewide economic education activities of the Louisiana Council for Economic Education office and the eight university and college based Centers for Economic Education.

Note 5-Contingency

LCEE is a recipient of the Economic Education grant awarded by the Louisiana Department of Economic Development. This grant is governed by the State awarding agency. The administration of this grant is under the control of LCEE and is subject to an audit and/or a review by the Legislative Auditor. Any funds found to be not properly spent in accordance with the terms and condition of the grant may be subject to recapture.

Note 6-Program Fees

Program fees consist of fees charged for workshops and seminars LCEE sponsors to teach math and economic concepts to teachers and students in grades 4 to 12. Information is mailed to public and non-public schools prior to the start of school.

Note 7-Loan Payable

Loan payable consist of a \$32,250 non-interest bearing loan made to LCEE by an former employee (Nancy Sidener) in 2002. LCEE makes quarterly payments to Ms.Sidener, as of June 30, 2007 \$8,280 as been repaid. No payments were made during fiscal year 2006, because under the agreement with LCEE and Ms. Sidener, funds are paid to Ms. Sidener based on a percentage of excess unrestricted funds. As of June 30, 2007 there were no available to make any payments on the loan.

SCHEDULE OF FINDINGS

1. LCEE did not have any findings or noncompliance issues for the fiscal year ended June 30, 2007.

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LOUISIANA COUNCIL FOR ECONOMIC EDUCATION

INDEPENDENT ACCOUNTANT'S REPORT

ON

APPLYING AGREED-UPON PROCEDURES

FOR THE YEAR ENDED June 30, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date _____

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Independent Accountant's Report on Applying Agreed-Upon Procedures

To the Board of Directors of the Louisiana Council For Economic Education

I have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Louisiana Council For Economic Education (LCEE), the Legislative Auditor, State of Louisiana, and applicable state grantor agency/agencies solely to assist the users in evaluating management's assertions about LCEE's compliance with certain laws and regulations during the year ended June 30, 2007 included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Federal, State, and Local Awards

1. Determine the amount of Federal, state and local award expenditures for the fiscal year, by grant and grant year.

Louisiana Council For Economic Education State award expenditures for all Federal programs for the fiscal year follow:

<u>Department of Economic Development:</u>			
<u>Economic Education Grant</u>	2007	N/A	\$74,437
Total Expenditures			\$74,437

2. For each Federal, state, and local award, we randomly selected 6 disbursements from each award administered during the period under examination, provided that no more than 30 disbursements would be selected.
3. For the items selected in procedure 2, we traced the six disbursements to supporting documentation as to proper amount and payee.

I examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

4. For the items selected in procedure 2, we determined if the six disbursements were properly coded to the correct fund and general ledger account.

All six transactions selected for testing were properly coded to the correct fund and general ledger account.

5. For the items selected in procedure 2, we determined whether the six disbursements received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the accountant and the chairman of the board. In addition, each of the disbursements were traced to LCEE's minute book where they were approved by the treasurer and executive director.

6.State Awards

I reviewed the disbursements selected in procedures 2 noting compliance with the grant agreement relating to activities allowed or unallowed, eligibility and reporting.

Meetings

7. LCEE did post agendas for meetings recorded in the minute book and were posted as required in the open meeting as required by LSA-RS 42:1 through 42:12 (the open meetings law).

LCEE sent notices of each meeting via fax and e mail to all executive committee and board of directors and the accompanying agenda, minutes and current financial statements. In addition, agenda's for meetings, as they relate to public funds, must be advertised.

Comprehensive Budget

8. For all grants exceeding five thousand dollars, I determined that each applicable federal, state, or local grantor agency/agency was provided with a comprehensive budget of those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance.

LCEE provided comprehensive budgets to the applicable state grantor agencies for the programs mentioned previously. These budgets specified the anticipated uses of the funds, estimates of the duration of the projects, and plans showing specific goals and objectives that included measures of performance.

Prior Comments and Recommendations

9. All prior-year suggestions, recommendations, and/or comments to determine the extent to which such matters have been resolved.

For FY 2006 LCEE did not comply with state law which requires that the compilation/attestation report to be filed within six months of the close of the fiscal year. However, the 2007 report will be filed within six months of the close of the fiscal year.

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of LCEE, the Legislative Auditor (State of Louisiana), and the applicable state grantor agency/agencies and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Terence P. Bradford, Sr.


CERTIFIED PUBLIC ACCOUNTANT

January 6, 2008

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Quasi-public Entities)

January 6, 2008 (Date Transmitted)

Terence P. Bradford, Sr. CPA
1409 South Lamar St., Apt. 201
Dallas Tx. 75215

(Auditors)

In connection with your review of our financial statements as of June 30, 2007 and for the period then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of January 3, 2008.

Federal, State, and Local Awards

We have detailed for you the amount of Federal, state and local award expenditures for the fiscal year, by grant and grant year.

Yes [x] No []

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and grantor officials.

Yes [x] No []

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes [x] No []

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes [x] No []

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Yes [x] No []

Budget

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance

Yes ☒ No ☐

Prior Year Comments

We have resolved all prior-year recommendations and/or comments. 2006 report was not filed within the required timeframe however the 2007 report will be filed within six months of the close of the fiscal year.

Yes ☒ No ☐

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the federal, state, and local grants, to include the applicable laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We will also disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance which may occur up to the date of your report.

Secretary _____ Date _____

Treasurer _____ Date _____
Dana Smith

President 30 Dec 07 Date _____